

## Message Text

CONFIDENTIAL

PAGE 01 BONN 11626 151317Z

46

ACTION EB-04

INFO OCT-01 SS-04 ADP-00 NSC-04 NSCE-00 TRSE-00 FRB-03

INR-01 CIEP-01 RSR-01 RSC-01 /020 W

----- 092476

R 151310Z AUG 73

FM AMEMBASSY BONN

TO SECSTATE WASHDC 6844

C O N F I D E N T I A L BONN 11626

LIMDIS-GREENBACK

DEPARTMENT PASS TREASURY AND FEDERAL RESERVE

E.O. 11652: GDS

TAGS: EFIN, GW

SUBJECT: EMMINGER ON EC MONETARY DEVELOPMENTS

1. BUNDESBANK VICE PRESIDENT EMMINGER IN A CON-  
VERSATION WITH THE FINANCIAL ATTACHE STRESSED THAT  
THE BUNDESBANK CONTINUES TO BELIEVE IT TO BE DESIRABLE  
THAT BOTH THE UK AND ITALY SHOULD STAY OUT OF THE EC  
SNAKE AS LONG AS POSSIBLE. ACCORDING TO EMMINGER,  
THE GERMAN GOVERNMENT FULLY SHARES THIS VIEW AND IS  
OPPOSED TO RECENT EC AND FRENCH VIEWS TO THE CONTRARY.  
EMMINGER FELT THAT LUCKILY CARLI IS SUFFICIENTLY  
OPPOSED TO THE SNAKE TO MAKE UNLIKELY AN ITALIAN  
ATTEMPT TO JOIN IT PREMATURELY.

2. EMMINGER FELT THAT THE EC SNAKE HAD ASSUMED  
SUCH POLITICAL IMPORTANCE THAT THE DM HAD TO STICK  
WITH IT EVEN IF NEW STRAINS SHOULD DEVELOP (WHICH  
HE, HOWEVER, DID NOT FORESEE IN THE VERY NEAR FUTURE).  
BUT THE FRG ACCORDING TO EMMINGER COULD NOT ACCEPT  
RENEWED LARGE MONEY INFLOWS AND SHOULD THIS OCCUR  
WOULD HAVE TO REVALUE AGAIN WITHIN THE SNAKE.

3. EMMINGER WAS VERY UNENTHUSIASTIC ABOUT

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PAGE 02 BONN 11626 151317Z

THE RESERVE POOLING PROPOSED BY THE EC COMMISSION.

HE CHARACTERIZED IT AS ONLY ANOTHER WAY OF EXTENDING  
CREDIT LINES AND OBSERVED THAT THIS FAILED TO ADDRESS  
THE MAIN PROBLEM WHICH WAS NOT THE LACK OF FACILITIES  
TO EXTEND CREDIT BUT RATHER THE INFLATIONARY IMPACT  
ON THE CREDITOR COUNTRY IF ITS CREDIT WAS USED.  
CASH

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NNN

## Message Attributes

**Automatic Decaptioning:** Z  
**Capture Date:** 01 JAN 1994  
**Channel Indicators:** n/a  
**Current Classification:** UNCLASSIFIED  
**Concepts:** MONETARY AGREEMENTS, FINANCIAL PROGRAMS  
**Control Number:** n/a  
**Copy:** SINGLE  
**Draft Date:** 15 AUG 1973  
**Decaption Date:** 28 MAY 2004  
**Decaption Note:** 25 YEAR REVIEW  
**Disposition Action:** RELEASED  
**Disposition Approved on Date:**  
**Disposition Authority:** garlanwa  
**Disposition Case Number:** n/a  
**Disposition Comment:** 25 YEAR REVIEW  
**Disposition Date:** 28 MAY 2004  
**Disposition Event:**  
**Disposition History:** n/a  
**Disposition Reason:**  
**Disposition Remarks:**  
**Document Number:** 1973BONN11626  
**Document Source:** CORE  
**Document Unique ID:** 00  
**Drafter:** n/a  
**Enclosure:** n/a  
**Executive Order:** GS CASH  
**Errors:** N/A  
**Film Number:** n/a  
**From:** BONN  
**Handling Restrictions:** n/a  
**Image Path:**  
**ISecure:** 1  
**Legacy Key:** link1973/newtext/t19730837/aaaabbbc.tel  
**Line Count:** 67  
**Locator:** TEXT ON-LINE  
**Office:** ACTION EB  
**Original Classification:** CONFIDENTIAL  
**Original Handling Restrictions:** LIMDIS  
**Original Previous Classification:** n/a  
**Original Previous Handling Restrictions:** n/a  
**Page Count:** 2  
**Previous Channel Indicators:**  
**Previous Classification:** CONFIDENTIAL  
**Previous Handling Restrictions:** LIMDIS  
**Reference:** n/a  
**Review Action:** RELEASED, APPROVED  
**Review Authority:** garlanwa  
**Review Comment:** n/a  
**Review Content Flags:**  
**Review Date:** 06 AUG 2001  
**Review Event:**  
**Review Exemptions:** n/a  
**Review History:** RELEASED <06-Aug-2001 by izenbei0>; APPROVED <12-Sep-2001 by garlanwa>  
**Review Markings:**

Declassified/Released  
US Department of State  
EO Systematic Review  
30 JUN 2005

**Review Media Identifier:**  
**Review Referrals:** n/a  
**Review Release Date:** n/a  
**Review Release Event:** n/a  
**Review Transfer Date:**  
**Review Withdrawn Fields:** n/a  
**Secure:** OPEN  
**Status:** NATIVE  
**Subject:** EMMINGER ON EC MONETARY DEVELOPMENTS  
**TAGS:** EFIN, GE, EEC  
**To:** STATE  
**Type:** TE  
**Markings:** Declassified/Released US Department of State EO Systematic Review 30 JUN 2005